

Dianne R. Nielson, Ph.D.

Division Director

State of Utah DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

355 West North Temple 3 Triad Center, Suite 350 Salt Lake City, Utah 84180-1203 801-538-5340

0060

August 5, 1992

Mr. Vernal Mortensen Coastal States Energy Company 175 E. 400 South Suite 800 Salt Lake City, Utah 84111

Dear Mr. Mortensen:

Re: Amended Stipulation to SUFCo and Skyline Permits, Coastal States Energy Company, SUFCo and Skyline Mines, ACT/007/005 and ACT/041/002, Folder #3, Carbon and Sevier Counties, Utah

As per Coastal's request dated July 14, 1992, the Division has agreed to amend the Special Permit Stipulations (Attachment A-1) attached to the SUFCo and Skyline Mine permits. Enclosed is the revised stipulation which replaces the former stipulations and attaches to both the Skyline Permit and the SUFCo Permit.

Although ongoing negotiations between OSM and Coastal support this amendment, the Division is very interested in resolving the issue and encourages you to pursue its settlement. Should negotiations break down, enforcement action may be required up to and including permit revocation. Please keep us informed of any developments.

Please call if you have any questions.

Best Wishes,

Samuel P Braker Dianne R. Nielson

Director

Enclosure

cc:

L. Braxton

J. Helfrich

D. Haddock

P. Burton

COASSTIP.AME

ATTACHMENT A-1

(revised August 5, 1992)

Special Permit Stipulation

A representative of Virginia Iron, Coal and Coke Company, is negotiating with a representative of the OSM Solicitor's office in an attempt to reach a settlement of outstanding violations. Within fourteen (14) days of completion of those negotiations, Coastal States Energy Company shall provide DOGM with written documentation of the terms of resolution of the Virginia Iron, Coal and Coke Company and Turner Coal Company, Incorporated outstanding violations referenced in the May 20, 1992, 510(c) Compliance Review from Joseph C. Helfrich.